

TENNESSEE REGULATORY AUTHORITY

Sara Kyle, Chairman
Lynn Greer, Director
Melvin Malone, Director



460 James Robertson Parkway
Nashville, Tennessee 37243-0505

February 28, 2002

Ms. Patricia J. Childers
VP – Regulatory Affairs
United Cities Gas Company
810 Crescent Centre Dr., Suite 600
Franklin, TN 37067-6226

RE: United Cities Gas Company Incentive Plan Account (IPA) Audit
Docket No. 01-00704

Dear Pat:

Pursuant to our conversation at the February 20 meeting, I am requesting an additional extension for completion of the Staff's audit of United Cities' Incentive Plan filing. The PGA Rule provides for an extension of the 180-day notification by mutual consent of both the Company and the TRA Staff. As we discussed, United Cities is gathering additional information for the Staff's consideration. In order to allow sufficient time for the Company to submit additional information and the Staff to review that information, I recommend an extension date of April 23, 2002, which is the second Director's Conference in April.

If you have any questions or concerns regarding this request, please contact me at extension 178.

Sincerely,

Pat Murphy
Senior Financial Analyst
Energy and Water Division

Cc: Dan McCormac
David Waddell

Pm02-12